

1 HISTORY, ARTS AND LIBRARIES

2
3
4 EXECUTIVE BUDGET BILL

5
6 A bill to make appropriations for the department of history,
7 arts and libraries for the fiscal year ending September 30, 2008;
8 to provide for the expenditure of those appropriations; to provide
9 for the disposition of fees and other income received by the state
10 agencies; to create funds; to provide for the disbursement of
11 certain grants; to provide for reports; to prescribe powers and
12 duties of certain state departments and certain state and local
13 agencies and officers.

14 THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

15
16 PART 1

17 LINE-ITEM APPROPRIATIONS

18 Sec. 101. Subject to the conditions set forth in this bill,
19 the amounts listed in this part are appropriated for the department
20 of history, arts and libraries for the fiscal year ending September
21 30, 2008, from the funds indicated in this part. The following is a
22 summary of the appropriations in this part:

23 DEPARTMENT OF HISTORY, ARTS AND LIBRARIES

24 APPROPRIATION SUMMARY:

| | | | |
|----|--|-------|---------------|
| 25 | Full-time equated unclassified positions | 6.0 | |
| 26 | Full-time equated classified positions | 228.0 | |
| 27 | GROSS APPROPRIATION..... | | \$ 47,453,400 |
| 28 | Interdepartmental grant revenues: | | |
| 29 | Total interdepartmental grants and intradepartmental | | |
| 30 | transfers | | 139,200 |
| 31 | ADJUSTED GROSS APPROPRIATION..... | | \$ 47,314,200 |
| 32 | Federal revenues: | | |

| | | |
|----|---|---------------------|
| 1 | Total federal revenues..... | 7,307,400 |
| 2 | Special revenue funds: | |
| 3 | Total local revenues..... | 0 |
| 4 | Total private revenues..... | 112,400 |
| 5 | Total other state restricted revenues..... | 2,645,600 |
| 6 | State general fund/general purpose..... | \$ 37,248,800 |
| 7 | Sec. 102. DEPARTMENT OPERATIONS | |
| 8 | Full-time equated unclassified positions6.0 | |
| 9 | Full-time equated classified positions32.0 | |
| 10 | Unclassified salaries..... | \$ 222,300 |
| 11 | Management services--31.0 FTE positions..... | 2,786,400 |
| 12 | Building occupancy charges and rent..... | 3,277,800 |
| 13 | Worker's compensation..... | 9,000 |
| 14 | Office of film and television services--1.0 FTE | |
| 15 | position | 180,300 |
| 16 | Human resources optimization user charges..... | <u>16,500</u> |
| 17 | GROSS APPROPRIATION..... | \$ 6,492,300 |
| 18 | Appropriated from: | |
| 19 | Special revenue funds: | |
| 20 | State general fund/general purpose..... | \$ 6,492,300 |
| 21 | Sec. 103. INFORMATION TECHNOLOGY | |
| 22 | Information technology services and projects..... | <u>\$ 1,099,200</u> |
| 23 | GROSS APPROPRIATION..... | \$ 1,099,200 |
| 24 | Appropriated from: | |
| 25 | Special revenue funds: | |
| 26 | Mackinac Island state park fund..... | 47,000 |
| 27 | State general fund/general purpose..... | \$ 1,052,200 |
| 28 | Sec. 104. MICHIGAN COUNCIL FOR ARTS AND CULTURAL | |
| 29 | AFFAIRS | |

| | | | | |
|----|--|------|----|-------------------|
| 1 | Full-time equated classified positions | 3.0 | | |
| 2 | Administration--3.0 FTE positions..... | | \$ | 304,400 |
| 3 | Arts and cultural grants..... | | | <u>10,144,300</u> |
| 4 | GROSS APPROPRIATION..... | | \$ | 10,448,700 |
| 5 | Appropriated from: | | | |
| 6 | Federal revenues: | | | |
| 7 | NFAH-NEA, promotion of the arts, partnership | | | |
| 8 | agreements | | | 700,000 |
| 9 | Special revenue funds: | | | |
| 10 | State general fund/general purpose..... | | \$ | 9,748,700 |
| 11 | Sec. 105. MACKINAC ISLAND STATE PARK COMMISSION | | | |
| 12 | Full-time equated classified positions | 39.0 | | |
| 13 | Mackinac Island park operation--24.3 FTE positions.... | | \$ | 1,544,100 |
| 14 | Historical facilities system--14.7 FTE positions..... | | | <u>1,948,500</u> |
| 15 | GROSS APPROPRIATION..... | | \$ | 3,492,600 |
| 16 | Appropriated from: | | | |
| 17 | Federal revenues: | | | |
| 18 | Federal funds..... | | | 200,000 |
| 19 | Special revenue funds: | | | |
| 20 | Mackinac Island state park operation fund..... | | | 160,200 |
| 21 | Mackinac Island state park fund..... | | | 1,566,000 |
| 22 | State general fund/general purpose..... | | \$ | 1,566,400 |
| 23 | Sec. 106. MICHIGAN HISTORICAL PROGRAM | | | |
| 24 | Full-time equated classified positions | 83.0 | | |
| 25 | Historical administration and services--71.0 FTE | | | |
| 26 | positions | | \$ | 5,812,800 |
| 27 | Federal programs--12.0 FTE positions..... | | | 850,000 |
| 28 | Heritage publications..... | | | 700,000 |
| 29 | Private grants and gifts..... | | | 112,400 |

| | | |
|----|--|---------------|
| 1 | Thunder Bay national marine sanctuary and underwater | |
| 2 | preserve | 202,000 |
| 3 | GROSS APPROPRIATION..... | \$ 7,677,200 |
| 4 | Appropriated from: | |
| 5 | Interdepartmental grant revenues: | |
| 6 | IDG-MDOT, comprehensive transportation fund..... | 3,800 |
| 7 | IDG-MDOT, state aeronautics fund..... | 2,300 |
| 8 | IDG-MDOT, state trunkline fund..... | 133,100 |
| 9 | Federal revenues: | |
| 10 | DOI-NPS, historic preservation grants-in-aid..... | 850,000 |
| 11 | Special revenue funds: | |
| 12 | Private - grants and gifts..... | 10,000 |
| 13 | Private - Mann house trust fund..... | 102,400 |
| 14 | Game and fish protection fund..... | 3,700 |
| 15 | Heritage publication fund..... | 700,000 |
| 16 | Marine safety fund..... | 400 |
| 17 | Special revenue, internal service and pension trust... | 49,200 |
| 18 | State lottery fund..... | 19,100 |
| 19 | State services fee fund..... | 12,300 |
| 20 | Waterways fund..... | 800 |
| 21 | State general fund/general purpose..... | \$ 5,790,100 |
| 22 | Sec. 107. LIBRARY OF MICHIGAN | |
| 23 | Full-time equated classified positions71.0 | |
| 24 | Collected gifts and fees..... | \$ 86,900 |
| 25 | Library of Michigan operations--71.0 FTE positions.... | 6,022,600 |
| 26 | Library services and technology act..... | 5,557,400 |
| 27 | State aid to public libraries..... | 6,071,500 |
| 28 | Subregional state aid..... | 505,000 |
| 29 | GROSS APPROPRIATION..... | \$ 18,243,400 |

1 (b) "Director" means the director of the department of
2 history, arts and libraries.

3 (c) "DOI-NPS" means the United States department of interior,
4 national park service.

5 (d) "Fiscal agencies" means the house fiscal agency and the
6 senate fiscal agency.

7 (e) "FTE" means full-time equated.

8 (f) "IDG" means interdepartmental grant.

9 (g) "MCACA" means the Michigan council for arts and cultural
10 affairs.

11 (h) "MDOT" means the Michigan department of transportation.

12 (i) "NEA" means the national endowment for the arts.

13 (j) "NFAH" means the national foundation of the arts and the
14 humanities.

15 (k) "Subcommittees" means all members of the appropriate
16 subcommittees of the senate and house of representatives
17 appropriations committees.

18 Sec. 204. The department of civil service shall bill the
19 departments and agencies at the end of the first fiscal quarter for
20 the 1% charge authorized by section 5 of article XI of the state
21 constitution of 1963. Payments shall be made for the total amount
22 of the billing by the end of the second fiscal quarter.

23 Sec. 205. (1) A hiring freeze is imposed on the state
24 classified civil service. State departments and agencies are
25 prohibited from hiring any new full-time state classified civil
26 service employees and prohibited from filling any vacant state
27 classified civil service positions. This hiring freeze does not
28 apply to internal transfers of classified employees from 1 position
29 to another within a department.

1 (2) The state budget director may grant exceptions to this
2 hiring freeze when the state budget director believes that the
3 hiring freeze will result in rendering a state department or agency
4 unable to deliver basic services, cause a loss of revenue to the
5 state, result in the inability of the state to receive federal
6 funds, or would necessitate additional expenditures that exceed any
7 savings from maintaining a vacancy. The state budget director
8 shall report quarterly to the chairpersons of the senate and house
9 of representatives standing committees on appropriations the number
10 of exceptions to the hiring freeze approved during the previous
11 quarter and the reasons to justify the exception.

12 Sec. 208. The department shall use the Internet to fulfill the
13 reporting requirements of this bill. This requirement may include
14 transmission of reports via electronic mail to the recipients
15 identified for each reporting requirement, or it may include
16 placement of reports on an Internet or Intranet site.

17 Sec. 209. Funds appropriated in part 1 shall not be used for
18 the purchase of foreign goods or services, or both, if
19 competitively priced and of comparable quality American goods or
20 services, or both, are available. Preference should be given to
21 goods or services, or both, manufactured or provided by Michigan
22 businesses if they are competitively priced and of comparable
23 quality.

24 Sec. 211. The department shall establish and maintain
25 affirmative action programs based on guidelines developed by the
26 state equal opportunity workforce planning council which was
27 created by Executive Order No. 1996-13 in order to receive general
28 fund/general purpose dollars.

1 Sec. 213. From the funds appropriated in part 1 for
2 information technology, the department shall pay user fees to the
3 department of information technology for technology-related
4 services and projects. Such user fees shall be subject to
5 provisions of an interagency agreement between the department and
6 the department of information technology.

7 Sec. 214. Amounts appropriated in part 1 for information
8 technology may be designated as work projects and carried forward
9 to support technology projects under the direction of the
10 department of information technology. Funds designated in this
11 manner are not available for expenditure until approved as work
12 projects under section 451a of the management and budget act, 1984
13 PA 431, MCL 18.1451a.

14 Sec. 215. (1) The department may provide and enter into
15 agreements to provide general services, training, meetings,
16 information, special equipment, software, and facility use, and
17 technical consulting services to other principal executive
18 departments, state agencies, local units of government, the
19 judicial branch of government, other organizations, and patrons of
20 department facilities. Fees for services shall be reasonably
21 related to the cost of providing the services and shall be used to
22 offset the costs of the services. The department may receive and
23 expend funds in addition to those authorized in part 1 which may
24 include, but are not limited to, the following:

25 (a) Supplying census-related information and technical
26 services, publications, statistical studies, population projections
27 and estimates, and other demographic products.

28 (b) Microfilming and other document and data imaging services,
29 media, storage, and copies.

1 (c) Patron copier and document reproduction services and
2 copies.

3 (d) Conferences, training classes, exhibits, programs, and
4 workshops conducted as part of the department's mission.

5 (e) Use of specialized equipment, facilities, and software
6 that permit distance learning and meetings, and group decision
7 making.

8 (f) Special services including the rental of department
9 exhibits and collections.

10 (g) Application fees.

11 (h) Grants, gifts, and bequests, including those for capital
12 projects.

13 (2) The funds received under this section shall be deposited
14 into and expended from the history, arts and libraries fund
15 established in section 216 of this bill.

16 Sec. 216. A fund known as the history, arts and libraries
17 fund is created in the department. The fund shall be used to
18 receive and expend funds in addition to those authorized in part 1.
19 All funds are allocated for expenditure upon receipt. The fund
20 balance may be carried forward for expenditure in subsequent fiscal
21 years.

22 Sec. 217. (1) Due to the current budgetary problems in this
23 state, out-of-state travel shall be limited to situations in which
24 1 or more of the following conditions apply:

25 (a) The travel is required by legal mandate or court order or
26 for law enforcement purposes.

27 (b) The travel is necessary to protect the health or safety of
28 Michigan citizens or visitors or to assist other states in similar
29 circumstances.

1 (c) The travel is necessary to produce budgetary savings or to
2 increase state revenues, including protecting existing federal
3 funds or securing additional federal funds.

4 (d) The travel is necessary to comply with federal
5 requirements.

6 (e) The travel is necessary to secure specialized training for
7 staff that is not available within this state.

8 (f) The travel is financed entirely by federal or nonstate
9 funds.

10 (2) If out-of-state travel is necessary but does not meet 1 or
11 more of the conditions in subsection (1), the state budget director
12 may grant an exception to allow the travel. Any exceptions granted
13 by the state budget director shall be reported on a monthly basis
14 to the senate and house of representatives standing committees on
15 appropriations.

16 (3) Not later than January 1 of each year, each department
17 shall prepare a travel report listing all travel by classified and
18 unclassified employees outside this state in the immediately
19 preceding fiscal year that was funded in whole or in part with
20 funds appropriated in the department's budget. The report shall be
21 submitted to the chairs and members of the senate and house of
22 representatives standing committees on appropriations, the fiscal
23 agencies, and the state budget director. The report shall include
24 the following information:

25 (a) The name of each person receiving reimbursement for travel
26 outside this state or whose travel costs were paid by this state.

27 (b) The destination of each travel occurrence.

28 (c) The dates of each travel occurrence.

1 (d) A brief statement of the reason for each travel
2 occurrence.

3 (e) The transportation and related costs of each travel
4 occurrence, including the proportion funded with state general
5 fund/general purpose revenues, the proportion funded with state
6 restricted revenues, the proportion funded with federal revenues,
7 and the proportion funded with other revenues.

8 (f) A total of all out-of-state travel funded for the
9 immediately preceding fiscal year.

10 Sec. 222. The director shall take all reasonable steps to
11 ensure businesses in deprived and depressed communities compete for
12 and perform contracts to provide services or supplies, or both.

13 The director shall strongly encourage firms with which the
14 department contracts to subcontract with certified businesses in
15 depressed and deprived communities for services, supplies, or both.

16 Sec. 223. (1) In addition to the funds appropriated in part 1,
17 there is appropriated an amount not to exceed \$2,000,000.00 for
18 federal contingency funds. These funds are not available for
19 expenditure until they have been transferred to another line item
20 in this bill under section 393(2) of the department of management
21 and budget act, 1984 PA 431, MCL 18.1393.

22 (2) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$1,000,000.00 for state
24 restricted contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item
26 in this bill under section 393(2) of the department of management
27 and budget act, 1984 PA 431, MCL 18.1393.

28 (3) In addition to the funds appropriated in part 1, there is
29 appropriated an amount not to exceed \$100,000.00 for local

1 contingency funds. These funds are not available for expenditure
2 until they have been transferred to another line item in this bill
3 under section 393(2) of the department of management and budget
4 act, 1984 PA 431, MCL 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$750,000.00 for private
7 contingency funds. These funds are not available for expenditure
8 until they have been transferred to another line item in this bill
9 under section 393(2) of the department of management and budget
10 act, 1984 PA 431, MCL 18.1393.

11

12 **MICHIGAN COUNCIL FOR ARTS AND CULTURAL AFFAIRS**

13 Sec. 401. (1) The MCACA in the department shall administer the
14 arts and cultural grants appropriated in part 1.

15 (2) The MCACA shall render fair and independent decisions
16 concerning arts and cultural grant requests and shall do all of the
17 following:

18 (a) Use published criteria to evaluate program quality,
19 including all of the following:

20 (i) The department's intended goals and outcomes for each
21 program.

22 (ii) The department's quantifiable measures of success in
23 meeting the intended goals and outcomes.

24 (b) Seek to award grants on an equitable geographic basis to
25 the extent possible given the quality of grant applications
26 received.

27 (c) Give priority to projects that serve multiple counties,
28 leverage significant additional public and private investment, or

1 demonstrate a significant potential to increase tourism or attract
2 or retain businesses or residents.

3 (3) The MCACA shall not award a grant unless the proposed
4 grant recipient agrees to both of the following:

5 (a) The grant will not be used to fund a project or activity
6 that includes a display of human waste on religious symbols, a
7 display of a sex act, or a depiction of flag desecration.

8 (b) Grant funding will not be used to create or promote a
9 specific work that includes a display or depiction for which
10 funding is prohibited under subdivision (a).

11 (4) The MCACA shall provide for fair, equitable, and efficient
12 distribution of funds granted through the regional regranting
13 program. The MCACA shall provide for an annual assessment of grant
14 management and distribution of mini-grant awards by designated
15 regional regranting agencies and review the methodology employed.

16 (5) The MCACA shall continue and expand its efforts to
17 encourage and support nonprofit arts and cultural organizations to
18 transition from solely volunteer-based organizations to
19 professionally directed operations. Criteria for support include
20 the requirement of collaboration between these organizations and
21 other community organizations.

22 (6) The department shall withhold undistributed grant payments
23 from a grant recipient who violates the terms of the agreement
24 required under subsection (3) and may disqualify the grant
25 recipient from award of future grants for a period of not more than
26 3 years.

27 Sec. 402. The MCACA may award grants to counties, cities,
28 villages, townships, community foundations and organizations in the
29 following categories:

1 (a) Anchor organization program for organizations that serve
2 regional and statewide audiences. Anchor organizations shall
3 demonstrate a commitment to education, to mentoring smaller
4 organizations, and to reaching underserved audiences.

5 (b) Arts projects program.

6 (c) Arts and learning program.

7 (d) Artists in residence for education program.

8 (e) Arts organization development program.

9 (f) Capital improvement program.

10 (g) Local arts agencies services program.

11 (h) Regional regranting program.

12 (i) Partnership program.

13 (j) Rural arts and cultural program.

14 (k) Cultural and history projects program.

15 (l) Discretionary grants program.

16 (m) Cultural and ethnic heritage centers and museums.

17 Sec. 403. (1) From the state funds appropriated in part 1 for
18 arts and cultural grants, no one organization may receive more than
19 16% of this funding.

20 (2) The MCACA shall make every effort to provide total grant
21 awards in the anchor organization program at a level not to exceed
22 70% of the total amount appropriated for arts and cultural grants.

23 (3) As documented in the audit report that is submitted as
24 part of the grant application process, the total of all grants
25 awarded to any organization receiving grants within the anchor
26 organization program may not exceed 15% of their "total
27 unrestricted revenues, gains, and other support," as defined by the
28 financial accounting standards board in the accounting standards

1 for not-for-profit organizations or equivalent accounting standards
2 for other types of eligible organizations.

3 (4) Before any amount appropriated for arts and cultural
4 grants in part 1 may be expended for a grant to an eligible
5 recipient, the department shall execute a grant agreement with the
6 recipient. The grant agreement shall identify the projects funded,
7 specify the category in section 402 under which the grant is
8 awarded, and include the prohibitions and sanctions identified in
9 section 401(3) and (6).

10 Sec. 404. Grant applicants must meet and adhere to the
11 following requirements:

12 (a) Each applicant shall pay a nonrefundable application fee
13 of \$300.00 or 3% of the desired grant amount, whichever is less.
14 Application fees received shall be deposited in the history, arts
15 and libraries fund established in section 216. The department may
16 use the application fee to offset its direct and indirect costs.

17 (b) An applicant for a grant under the anchor organization
18 program shall submit with the application the applicant's most
19 recent annual audit report which states their "total unrestricted
20 revenues, gains, and other support," as defined by the financial
21 accounting standards board in the accounting standards for not-for-
22 profit organizations or equivalent accounting standards for other
23 types of eligible organizations. The audit report must cover an
24 audit period that ends within 18 months of the date of the
25 application.

26 (c) Each applicant shall identify proposed matching funds from
27 local and/or private sources on a dollar-for-dollar basis. The
28 dollar-for-dollar match may include the reasonable value of

1 services, materials, and equipment as allowed under the federal
2 internal revenue code for charitable contributions.

3 Sec. 405. Each grant recipient shall provide the MCACA with
4 the following:

5 (a) Proof of the entire amount of the matching funds,
6 services, materials, or equipment by the end of the award period.

7 (b) Within 30 days following the end of the grant period, a
8 final report that includes the following:

9 (i) Project revenues and expenditures including grant matching
10 fund amounts.

11 (ii) Number of patrons attracted or benefiting during the
12 grant period.

13 (iii) A narrative summary of each project.

14 (c) By April 7 of the grant year, each recipient of a grant
15 greater than \$100,000.00 shall submit an interim report that
16 includes the items identified in subdivision (b).

17 Sec. 406. The department shall make the following reports:

18 (a) A report identifying the website location that contains a
19 list of all grant recipients, sorted by county. This report shall
20 be provided to each legislator within 1 business day of the
21 announcement of annual awards by the MCACA.

22 (b) A report to the senate and house of representatives
23 appropriations subcommittees, the state budget director, and the
24 fiscal agencies, within 30 days after the MCACA announces the
25 annual grant awards, that includes all of the following:

26 (i) A listing of each applicant.

27 (ii) The county of residence of the applicant.

28 (iii) The amount requested.

29 (iv) The amount awarded.

- 1 (v) The grant category under which an applicant applied.
- 2 (vi) A summary of projects funded for each recipient.
- 3 (vii) The expected number of patrons for an applicant during
4 the grant period.
- 5 (viii) The amount of matching funds proposed by each
6 applicant.
- 7 (ix) A listing containing the applicant, county of residence
8 of the applicant, and amount awarded for any regranted funds in the
9 preceding fiscal year.
- 10 (c) An annual report to the appropriations subcommittees, the
11 state budget director, and the fiscal agencies is due when
12 materials are first distributed by the MCACA seeking grant
13 applications for the subsequent fiscal year. The report shall
14 contain a summary of any changes in the program guidelines from the
15 previous fiscal year and where the guidelines are located on the
16 department's website.

17

18 **MICHIGAN HISTORICAL PROGRAM**

19 Sec. 501. The federal funds appropriated in part 1 for the
20 historic site preservation grants are for work projects and shall
21 not lapse at the end of the fiscal year but shall continue to be
22 available for expenditure until the projects for which the funds
23 were reserved have been completed or are terminated. The purpose
24 of these work projects is the identification, designation, and
25 preservation of historic resources. The method used will be to
26 solicit applications, score applications based upon established
27 criteria, and award subgrants. The department shall execute a
28 grant agreement with each recipient. The total cost is \$85,000.00
29 and the tentative completion date is September 30, 2008.

1 Sec. 502. Funds collected by the department under sections 6,
2 7, and 7a of 1913 PA 271, 399.6, 399.7, and 399.7a, are
3 appropriated to the department for the purposes for which they were
4 received, are allocated for expenditure upon receipt and may be
5 carried forward for expenditure in subsequent fiscal years.

6 Sec. 503. For the purposes of administering the museum store
7 as provided in section 7a of 1913 PA 271, MCL 399.7a, the
8 department is exempt from section 261 of the management and budget
9 act, 1984 PA 431, MCL 18.1261.

10 Sec. 505. From the funds appropriated in part 1 for historical
11 administration and services, \$25,000.00 may be allocated to support
12 the operations of the Michigan freedom trail commission as
13 specified in section 4 of the Michigan freedom trail commission
14 act, 1998 PA 409, MCL 399.84. These funds shall be used to
15 reimburse commission members, to pay for necessary contractual
16 services of the commission, and to hire not more than 1.0 FTE
17 position in the department's Michigan historical center to support
18 commission operations.

19 Sec. 506. Proceeds in excess of costs incurred in the conduct
20 of auctions, sales, or transfers of artifacts no longer considered
21 suitable for the collections of the state historical museum are
22 appropriated to the department and may be expended upon receipt for
23 additional material for the collection.

24

25 **LIBRARY OF MICHIGAN**

26 Sec. 601. In order to receive subregional state aid as
27 appropriated in part 1 to the library of Michigan, a subregional
28 library's fiscal agency must agree to maintain local funding
29 support at the same level in the current fiscal year as in the

1 fiscal agency's preceding fiscal year. If a reduction in
2 expenditures equally affects all agencies in a local unit of
3 government that is the subregional library's fiscal agency, that
4 reduction shall not be interpreted as a reduction in local support
5 and shall not disqualify a subregional library from receiving state
6 aid under part 1. If a reduction in income affects a library
7 cooperative or district library that is a subregional library's
8 fiscal agency or a reduction in expenditures for the subregional
9 library's fiscal agency, a reduction in expenditures for the
10 subregional library shall not be interpreted as a reduction in
11 local support and shall not disqualify a subregional library from
12 receiving state aid under part 1.

13 Sec. 602. The funds appropriated in part 1 for a subregional
14 library shall not be released until a budget for that subregional
15 library has been approved by the department for expenditures for
16 library services directly serving the blind and persons with
17 disabilities.